TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 1042 – SB 1113

March 31, 2015

SUMMARY OF ORIGINAL BILL: Authorizes the Tennessee Alcoholic Beverage Commission (ABC) to issue a self-distribution permit to a winery that has a registered distribution contract with a licensed wholesaler, if such contract does not include distribution by the wholesaler to counties within 100 miles of the winery's premises where such wine has been manufactured, produced, or bottled. Removes the 3,000 case limit currently imposed on a winery seeking a self-distribution permit for distribution of wine to any licensee holding an onpremises license, located within 100 miles of the winery's premises where such wine has been manufactured, produced, or bottled.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Revenue – \$9,500

Increase Local Revenue – \$3,300/Permissive

SUMMARY OF AMENDMENT (005511): Deletes all language after the enacting clause. Authorizes the Tennessee Alcoholic Beverage Commission (ABC) to issue a self-distribution permit to a winery that has a registered distribution contract with a licensed wholesaler, if such contract does not include distribution by the wholesaler to counties that are located, in whole or in part, within 100 miles of the winery's premises where such wine has been manufactured, produced, or bottled.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

NOT SIGNIFICANT

Assumptions for the bill as amended:

- There will not be a significant increase in wine sales statewide or a significant increase in revenue to the ABC.
- No additional personnel or resources will be required by the ABC.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

Jeffrey L. Spalding, Executive Director

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